

Statistical Dept
Evms



ANNUAL REPORT
OF
PEERLESS TRUCK AND MOTOR CORPORATION
FOR THE YEAR ENDED DECEMBER 31, 1921

PEERLESS TRUCK AND MOTOR CORPORATION

OFFICERS

R. H. COLLINS, *President*
W. H. COLLINS, *Vice President*
G. H. LAYNG, *Vice President*
F. A. TRESTER, *Secretary*
JOHN F. PORTER, *Treasurer*

DIRECTORS

R. H. COLLINS, Cleveland, Ohio	F. A. TRESTER, Cleveland, Ohio
W. H. COLLINS, Cleveland, Ohio	JOHN F. PORTER, Cleveland, Ohio
G. H. LAYNG, Cleveland, Ohio	H. A. TREMAINE, Cleveland, Ohio
A. C. EARHART, Cleveland, Ohio	C. E. SULLIVAN, Cleveland, Ohio
F. J. MILLER, Cleveland, Ohio	W. C. BAKER, Cleveland, Ohio
R. T. MEACHAM, Cleveland, Ohio	

THE PEERLESS MOTOR CAR COMPANY

OFFICERS

R. H. COLLINS, *President*
G. H. LAYNG, *Vice President*
F. A. TRESTER, *Secretary*
JOHN F. PORTER, *Treasurer*

DIRECTORS

R. H. COLLINS, Cleveland, Ohio	F. A. TRESTER, Cleveland, Ohio
W. H. COLLINS, Cleveland, Ohio	JOHN F. PORTER, Cleveland, Ohio
G. H. LAYNG, Cleveland, Ohio	H. A. TREMAINE, Cleveland, Ohio
B. H. ANIBAL, Cleveland, Ohio	D. A. BURKE, Cleveland, Ohio
THEODORE F. MACMANUS, Detroit, Mich.	

To the Stockholders:

WE are submitting herewith, for your information, the Annual Report of PEERLESS TRUCK AND MOTOR CORPORATION for the year ended December 31, 1921.

Taking into consideration the general business depression which was acute throughout the greater part of last year, we feel that the stockholders should be well satisfied with the showing and financial condition of the Corporation.

It will be the policy to continue to build and market one of the world's finest eight-cylinder motor cars, and the interest in our line, as reflected by actual sales since January 1st to this date, is ample evidence of the excellence of our product and an indication that the country, as a whole, is gradually returning to normal conditions, which should assure profitable results for your Corporation.

The recent declaration of the dividend for the year 1922 at the rate of \$3.00 per share, your President feels, is fully justified by present prospects and the excellent financial condition of the Corporation.

PEERLESS TRUCK AND MOTOR CORPORATION

By R. H. COLLINS, *President*

April 1, 1922

PEERLESS TRUCK AND MOTOR CORP

CONSOLIDATED BALANCE S

ACCOUNT

ASSETS

CURRENT ASSETS:

Cash	\$ 440,932.50
United States Certificates of Indebtedness and Liberty Loan Bonds, at cost	3,658,242.16
Accounts and notes receivable, less reserve, including documentary drafts in process of collection, per contra	460,464.13
Sundry debtors	179,225.50
Inventories of finished product, work in process, and raw materials, valued at cost or market, whichever lower	2,326,801.12
TOTAL CURRENT ASSETS	\$ 7,065,665.41

ADVANCE PAYMENT made on account of the purchase of additional machinery, equipment, materials and other assets	250,000.00
--	------------

SPECIAL FUND:

Cash deposited under Trust Agreement to acquire balance of stock outstanding of The Peerless Motor Car Company	22,890.00
--	-----------

FIXED ASSETS:

Land, plant, buildings and equipment, less depreciation:	
Balance at January 1, 1921	\$2,972,774.42
Add net additions during the year	156,044.79
	<u>\$3,128,819.21</u>

Deduct:

Adjustment on account of revision of depreciation of prior years	\$ 11,357.46
Net addition to reserve for depreciation during year	281,066.16
	<u>292,423.62</u>

Balance at December 31, 1921	2,836,395.59
--	--------------

DEFERRED CHARGES:

Prepaid expenses, insurance and supplies	42,888.37
--	-----------

PATENTS, FRANCHISES, AND GOODWILL, including net cost of acquisition of stocks of subsidiary companies	2,862,034.48
	<u>\$13,079,873.85</u>

ORATION AND SUBSIDIARY COMPANIES

SHEET, DECEMBER 31, 1921

NT No. 1

LIABILITIES

CURRENT LIABILITIES:

Accounts payable	\$ 227,899.56
Documentary drafts in process of collection, per contra	57,509.79
Consideration due on purchase of stock of subsidiary selling agency	171,200.00
Sundry creditors and reserves	294,073.36
Mortgage payable on land of subsidiary company	75,000.00
TOTAL CURRENT LIABILITIES.	\$ 825,682.71

FUNDED DEBT:

Peerless Truck and Motor Corporation Ten Year 6% Secured Convertible Gold Notes, due November 10, 1925	\$5,000,000.00
Less reacquired and deposited with Trustee	2,923,600.00
	<u>2,076,400.00</u>

THE PEERLESS MOTOR CAR COMPANY:

Preferred stock, 7% cumulative, outstanding in hands of public, 218 shares of \$100.00 each	21,800.00
---	-----------

NET WORTH:

Capital	\$4,898,110.20
Representing consideration received in cash for the following capital stock issued as full paid and non-assessable in terms of financial plans filed in accordance with the Statutes of Virginia:	
Capital stock authorized, 400,000 shares of \$50.00 each	<u>\$20,000,000.00</u>
Whereof issued and outstanding, 200,000 shares of \$50.00 each	<u>\$10,000,000.00</u>
Surplus:	
Surplus as per Account No. 2	\$ 5,022,550.95
Reserves for contingencies, etc., including provision for decline in market prices on purchase commitments	<u>235,329.99</u>
	<u>5,257,880.94</u>
	<u>10,155,991.14</u>
	<u>\$13,079,873.85</u>

PEERLESS TRUCK AND MOTOR CORPORATION AND SUBSIDIARY
COMPANIES

CONSOLIDATED INCOME AND SURPLUS ACCOUNT FOR THE YEAR ENDED
DECEMBER 31, 1921

ACCOUNT NO. 2

INCOME FROM SALES:

Net sales	\$12,055,904.33
Cost of sales:	
Operating, selling and general expenses, plant maintenance and repairs, etc.	\$11,821,109.74
Depreciation of plant	282,526.74
	<u>12,103,636.48</u>
NET LOSS ON SALES	\$ 47,732.15
OTHER INCOME, including interest earned (net)	273,665.42
	<u>\$ 225,933.27</u>

INCOME CHARGES:

Interest on Peerless Truck and Motor Corporation Ten Year 6% Secured Convertible Gold Notes	\$ 132,358.93
Provision for decline in market prices on purchase commitments	100,915.29
Extraordinary depreciation of past model and obsolete parts	113,307.37
	<u>346,581.59</u>
	<u>\$ 120,648.32</u>

INCOME CREDITS:

Discount on Ten Year 6% Convertible Gold Notes reacquired and deposited with Trustee during year	16,983.25
NET LOSS FOR THE YEAR	<u>\$ 103,665.07</u>

ADD SURPLUS:

Balance at January 1, 1921 (whereof, surplus at acquisition, of subsidiary companies acquired prior thereto, \$1,114,671.19)	\$ 5,522,220.20
Add adjustment returning to surplus excessive provision for Federal taxes on income of prior years, and revising depreciation of prior years, (causing deduction of \$96,312.42 from surplus, at acquisition, of subsidiaries)	17,942.73
Surplus as adjusted, January 1, 1921	<u>\$ 5,540,162.93</u>

Deduct:

Deficit, at acquisition, of subsidiary selling agency acquired during year	\$ 12,420.91
--	--------------

Dividends:

On stock of Peerless Truck and Motor Corporation at \$2.00 per share, paid quarterly on March 31, June 30, September 30, and December 31, 1921	400,000.00
On preferred stock of The Peerless Motor Car Company, in hands of public.	1,526.00
	<u>413,946.91</u>

\$ 5,126,216.02

SURPLUS, at December 31, 1921	<u><u>\$ 5,022,550.95</u></u>
---	-------------------------------

Whereof:

Surplus, at acquisition, of subsidiary companies	\$ 1,005,937.86
Earned surplus	4,016,613.09
Total Surplus carried to Account No. 1	<u><u>\$ 5,022,550.95</u></u>

AUDITORS' CERTIFICATE

CLEVELAND, MARCH 18, 1922.

We have examined the books and accounts of Peerless Truck and Motor Corporation, and of its subsidiary Companies, for the year ended December 31, 1921, and, having prepared therefrom the annexed Consolidated Balance Sheet and relative Consolidated Income and Surplus Account, we certify that the said accounts are in accordance with the books of the Companies, and exhibit in our opinion a true and correct view of the financial position of the combined Companies at the date stated and of their combined operations for the year then ended.

TOUCHE, NIVEN & CO.

Public Accountants

